

Previous references.

File No. 419-09

1909-10.

Serial Nos.

(Gen Fin)

Later references.

Q 30 E

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 1-5

Part B. for July 1910

SUBJECT.

The withdrawal of the Concession to the public of tendering foreign circle notes in payment of Government dues.

From the Comptroller to the Govt of H. H. the Maharaja
No 4407 of 28. 2. 1910.
B.R. 906.

Submits for approval of Govt a copy of instruction which the Comptroller proposes to issue to Deputy Commissioners in the Treasury Deptt towards discontinuing the practice of freely receiving foreign circle notes in payment of Govt dues.

1. A. G. R. S. 58 To the Comptroller, Mysore Gazette
No 4384 of 2. 3. 10

Forwards for publication notice re. the discontinuance of the receipt of foreign circle notes in payment of Govt dues.

To Secy & Treasur

No FL 4642 of 19.3.10

Acknowledges receipt of letter of 19.2.10 regarding the withdrawal by the Govt of India of the concession hitherto allowed to the public of tendering foreign circle notes in payment of Govt dues and states that the needful instructions have been given to all the Dy. Officers in the State and that the Comptroller has also been instructed to collect all foreign circle notes already in the possession of Treasuries & send them to the Branch Bank, Bangalore before 15th March 1910 for credit at par to the Dewan's account.

c. To the Comptroller. No FL 4643 of 19.3.10

Acknowledges receipt of letter No 4409/BSA 906 (8C), of 28.2.10 & states that the proposals about the discontinuance of the existing practice of receiving foreign circle notes in payment of Govt dues and the levy of a commission of $\frac{3}{16}$ p.c. on all such payments in future are approved and adds that the instructions proposed to be issued to Deputy Commissioners in the Dy. Defol are also approved.

2 A. To the Comptroller. No FL 4644 of 19.3.10

Directs that payments on account of Sandalwood purchased made up to 30th June 1910 be accepted in foreign circle notes without the extra premium leviable under Notification No FL 4383 / G. F of 2.3.1910.

2. Notification. FL 4704 of 22.3.1910

In elucidation & supersession of Notification No FL 4383 of 2.3.1910, passes orders in regard to the levy of a commission of $\frac{3}{16}$ p.c. when foreign circle notes are presented in payment of Govt dues

1909-10.

GENERAL AND REVENUE SECRETARIAT

(Gen Fin)

NOTES.

File No. 419-09

FILE HEADING.

The withdrawal of the Concession to the Public of tendering foreign circle notes in payment of Government dues.

From

The Comptroller to the Govt of H & the Maharaja

No. 4407
B+R 906

Dated 28/2/1910.

Received 28th Feb 1910.

Diary No. 3447 }

Enclos.

Spare Copies

{ Serial No. 1.

BRIEF ABSTRACT OF LETTER.

Submits for approval of Govt. a copy of instructions which the Comptroller proposes to issue to Deputy Commissioners in the Treasury Dept. towards discontinuing the practice of freely receiving foreign circle notes in payment of Govt. dues.

NOTES AND ORDERS.

Copy of Financial Secretary's note of 27th Feb 1910. ~~also~~ received from the Comptroller's Office is put up herewith. May the copy of the notice drafted by the Comptroller be published in the Gazette?

Sub^d for order. ~~submits~~ Please see para 2 of ^{approval} of the Dewan. 28/2 paper flagged A.

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No.

has to be communicated to the J.A. by wire and the Comptroller's office will inform the Comptroller of it by wire so as to enable him to issue from Camp his instructions to the Deputy Commr.

md
28.2.10

Where is the Bank's letter of 19.2.10 referred to in the Comptroller's letter?

md
28.2.10

Received just now - 3-15 PM. & submitted herewith.
N28/2

C

The Indian Paper Currency Act II of 1910 is put up.

D

In notification no 882 A of the Finance Dept published at page 192 of the India Gazette of 19.2.10 the privilege of tendering foreign Circle Currency notes in payment of Govt due has been withdrawn. The action suggested by the Madras Bank in its letter of 19.2.10 & proposed to be taken by the Comptroller in his letter under disposal is owing to this withdrawal.

N

This file is sub? Direct

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No.

A

↳ The Dewan as ordered by the Finl Secy.
The favour of the communication of the
orders passed by wire is solicited.
Vide para 2 of the memo flagged A.
As soon as the orders are received
the same will be communicated to
the Compt's Office for taking further
action in the matter.

Approved
by the Dewan

If the draft notice is
approved, action will be taken to
have it published in the next issue
of the Mysore Gazette.

Draft of an official reply
to the Compt, to be sent in
Confirmation of orders communicated
by wire is sub? for approval.

Sub? to Dewan)

28.2.10

81

P.S.

Draft of a reply to the
Bank is also put up

4/2
24/1/10

Supr please see that this file is sub? to the Secy
to day.

28-2-10

To be marked immediate on the Cover-

4720
28.2.10

Drafts approved. Vide also telegram
despatched as under "Proposed action

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No.

The telegram attached to this, received from the Under Secy on Duty. With the Desam is forwarded to Mr. M. A. Sundararajan, Assistant to the Comptroller for note and return. A copy of the notice for publication in the Gazette may kindly be sent. It will be sent to the Comptroller Mysore Gazette today.

mdh

2-3-10

Noted and returned. A copy of the notice required for publication is herewith sent.

mdh

2-2/3

Supt. Please send the notice to the Comptroller Mysore Gazette for publication in the next issue.

for 2m

Please put up draft at once

mdh

2-2-10

Draft letter to the Comptroller is submitted

2/3

Please done at once

mdh
2/3/10

mdh
2-3-10

please see page 9

489-09

21

C.

INDIAN TELEGRAPHS.

NOTICE.

This form must accompany any inquiry made respecting this Telegram.

Charges to pay.

Rs.

As.

Office Stamp.



Handed in at: (Office of Origin.)

Hour.

Minute.

Service Instructions.

Words.

1. 2. 3. 4. 5. 6. 7. 8. 9.

10 3

1

TO

Secretary to the

Central Bank of

India, Bangalore

for the purpose of the above
mentioned of the above
at the instance of the above
dates for the above
11 October 1910

Under(?) = Vender

DI.

N. B.—The name of the Sender, if telegraphed, is written after the text.

Serial No.
D

Section 2 of Act II of 1910 defines a "Universal Currency note" to be a "note of the denominational value of five rupees, ten rupees or fifty rupees." and Section 15 of the same Act provides that a Universal Currency note shall be a legal tender at any place in British India. In neither of these Sections is there any reference to the Circle of issue of Universal notes or to the issue of a particular form of Universal notes under the new Act. It appears from the definition of "Universal Currency notes" that notes of the values of Rs 5, Rs 10 & Rs 50 are legal tender throughout British India irrespective of their Circle of issue. Probably the notes of these values hereafter issued will be different from the existing notes and but irrespective of form or Circle of issue notes of the denominational values of Rs 5, Rs 10 & Rs 50 have to be regarded as Universal notes under the

Please also see proviso

to Section 30 of the Act.

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Definition. It seems therefore that hereafter only notes of Rs 100 & upwards & Rs 20 notes of all Circles other than those of Madras have to be treated as proper Circle notes in Mysore. This is what is stated in the Bank's letter of 19th Feb 1910. We have therefore to receive notes of the values of Rs 5, Rs 10 & Rs 50 tho' of other Circles than Madras as they are Universal notes under the Act. The instructions issued to the Treasuries however, prohibit the receipt of notes of denomination up to Rs 50, of Circles other than the Madras Circle. If this view of the matter taken in the light of the definition given in Section 2 of the Act is considered correct, some alteration of the instructions given to the Treasuries will be necessary. This aspect of the case did not strike me until I read the definition carefully.

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No.

to-day.

As for the notice to the public published in yesterday's Gazette, there seems to be no need for any revision of it. It only states that foreign Circle notes will not hereafter be received ^{at par} in payment of govt dues. Under the new Act only notes of the values of Rs 100 & upwards & of Circles other than that of Madras are foreign Circle notes, so far as we are concerned, and notes of the values of Rs 5, Rs 10 & Rs 50 of whatever Circle have to be accepted being universal notes. Therefore the expression 'foreign Circle notes' used in the notice may be understood to mean only notes of the values of Rs 100 & upwards issued by Circles other than ^{that} those of Madras. If necessary, the point may be made clearer by a supplementary notice.

Yr. Secy

Yr. Secy
4-5-10

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No.

Yes, a supplementary notice has to be issued.

It may run thus:

In continuation of Note No. 2, —
discontinuing the practice of ~~for~~ receiving
foreign circle notes at par in treasuries in the
Mysore state it is notified that only notes
of Rs 100 and upwards ~~and twenty rupee notes~~
of all circles other than Madras or Calicut,
should be regarded as foreign circle notes. Notes
of the value of 5, 10 and ~~50~~ 50 rupees of whatever
circle ~~should be regarded as universal notes~~ ^{being}
accepted should be treated for all purposes as
Madras circle notes.

of all circles

Twenty-rupee notes, should be
received in treasuries in the
same way as Madras circle notes
but should not be received.

A fair copy of the notice is sent herewith
for publication in the next issue of the gazette.

Both notices should issue in three successive
issues.

M
5/3/10

A. G. Madras has intimated to his treasuries to receive
20-rupee notes of all circles, hence the above treatment
of 20-rupee notes. In the supplementary by Circular
the treasuries are asked to send on the 20-rupee notes
received to Agent Secy. at convenient intervals.

Pl

Sub? to Secy for information 5/3/10

The fair copy of the letter to the Secy.

Received 7.3.10
Mm

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No.

Many kindly be signed

Supp Bril

much

Please see that

8.3.10

the Supplementary
notice appears in
the next issue of
the Gazette -

much
8.3.10

4-8-92
8.3.10

The fair copy of the letter to the Bank has
been signed by the Drawn

he

9/3/10

not hence

N O T I C E.

In continuation of Notification No.F1.4383/G.f.419-09-1 dated 2nd March 1910 discontinuing the practice of receiving Foreign Circle notes at par in Treasuries in the Mysore State, it is notified that only notes of R.100/- and upwards of all Circles other than Madras or Calicut, should be regarded as Foreign Circle notes. Notes of the value of 5, 10 and 50 rupees of whatever circle, being universal notes, should be treated for all purposes as Madras Circle notes. Twenty rupee notes of all Circles should be received in Treasuries in the same way as Madras Circle notes but shall not be reissued.

By order,

J. S. Chakravarti

Financial Secretary to Government.

B

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No.

The note in the *Vishwata Patrika* of the 10th March 1910, to which Mr. Garmadachan draws attention is correct as far as it goes. Being only a note ^{it gives} the information on the subject only in brief and for detailed information the public should consult the Govt notification that has already appeared in English in the Official Gazette & that will issue in Kanarese in the same Gazette.

(The notification that has already appeared will be supplemented by another that will shortly issue & the point now raised is unconnected with the matter about which the supplementary notice will issue)

Mr. Garmadachan states that it can not be the intention of Govt to levy a commⁿ of 4 annas p^c on currency notes of the madras circle tendered for conversion into cash. We do levy a commⁿ of 4 annas p^c but only at certain treasuries & it is in this respect that the note in the newspaper may be said to give inaccurate information.

Seen. The draft put up with some from Comptroller's office. This note may be filed.

M
16/3/10

Please keep with foreign exchange papers.

145

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Was not mentioned in the Sanskrit note that the 'Comm' referred is lived at only certain treasures. But the note apparently wanted to give the information ^{only} briefly & so did not go into details. In any case there seems to be no need for the issue of a press Communiqué to correct an error of detail occurring in a note published by a newspaper.

The notification already issued will appear in Kanarese in the next week's Gasette. If however under the Dewan's order a revised notice is issued that will appear in English & Kanarese simultaneously on the same issue of the Gasette.

The Kanarese translation of the notification already ~~was~~ issued in English is ready but I have not sent it to the ~~Press~~ Compiler of the Gasette as I was given to understand by the Under Secy, on duty with the Dewan that

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in stead of a supplementary notice
a revised notice superseding the
original would issue. If a
revised notice is to issue I
thought ^{that} there was no necessity
to publish in Kanarese the
original notice also & that the
revised notice might appear in
Kanarese once for all. Delay
in the issue of the revised notice
was, however, not anticipated.
~~where~~

A draft reply to Mr
Garnadachar is put up. The
notice in Kanarese - whether
a revised one or both the
original & supplementary ones -
that will shortly appear in
the Official Gazette will ~~that~~
serve the purpose of the
press Communiqué suggested
by him & there appears to be
no need to take any action
to correct an error of detail
which has crept into the
note in the newspaper, which
after all proposes to give

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information on the point only in brief.

Ind Secy)

only
16-3-10

pl It may be useful to the
public to know at what
business a company of 1/16 pc
on home notes & a company
of 2/16 pc on foreign notes
will be levied. This information
may be added to the revised
or supplementary notice
to be published both in
English & Kannada

only
16-3-10

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I am not aware whether any arrangements have been made for publishing the notice placed below in tomorrow's gazette. It is very desirable to publish the notice early.

I understand that it has been proposed to issue a totally different notice superseding the one published in the gazette of 3rd March. Unless some change of policy has been decided upon such a course does not appear to me desirable as ^{it is} likely to confuse the public. The small supplementary notice will make matters clear.

The note was submitted for approval to the Dewan some days ago but as nothing has been heard of it since I respectfully bring the point to notice for early action.

Dewan)

W.
16/3/00

If the Note is approved the Dewan's Secy will kindly get it numbered & dated and send direct to the Press to avoid delay.

Somehow I did not like the frame of the first notice, I now that it has required the supplemented, it is as well to give a fresh and self contained notice which will be simple in form & therefore

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readily understood by the public.
Herewith is put up such a draft.
Is there any matter in which
the Fin Secy will consider
necessary? Jth 17/3/00

The only modification I would respectfully suggest
is the substitution of the words "confirmation and
elucidation" for the word "supersession" in the
first para of the draft. That would better express
the relation between the two notifications and would
also make it clear that Govt have not decided first
one way & then another to the annoyance of the public.

Thanks. I accept the suggestion
with the omission of the word "supersession"
Jth 17/3/00

Amr Secy Fin

Jth

17/3/00

Meaning
in the same
authority confir-
ming its own order.
And "supersession" only
means substitution

Jth

18/3/00